

RECEIVED

APR 11 2002

DIVISION OF  
OIL, GAS AND MINING

5/47/076

OIL-TECH, INC.  
5615 North 6300 West  
Morgan, Utah 84050  
801-876-2001 ph.  
801-876-2674 fax

Mr. Ken Winder  
Moon Lake Electric Association  
188 West 2<sup>nd</sup> North  
P.O. Box 278  
Roosevelt, Utah 84066-0278

Subject: SITLA Granted Right Of Way / Easement For Service Road Located In **Township 9 South, Range 25 East, SL / Section 15: NE4NE4, Uintah County, Utah**

Dear Ken,

According to our best information, the subject "service" road was built by Moon Lake Electric Association (Moon Lake) in the 1950's. Accordingly, it is assumed that Moon Lake has ownership of this road in conjunction with a right of way and easement granted by State Institutional Trust Lands (SITLA). We are also aware that SITLA has granted rights of way and/or easements to Mid-America Pipeline Company and Chevron Pipeline Company for the assumed purpose of servicing their pipeline interests just as you use the road to service your power lines, poles, etc.

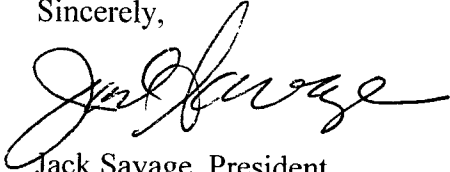
Oil-Tech, Inc. (the Company) holds SITLA mineral leases in the area and, as you know, the Company currently occupies a one acre research site which is both accessed and serviced by your described service road.

The Company is in the process of applying for a "small mine" permit through the Utah State Division Of Oil, Gas and Mining (DOGM). The small mine (less than five acres of surface disturbance) will encompass the existing one acre research site and the plan is to use Moon Lakes's described service road to access the mine site. The Company would like to improve the Moon Lake-owned service road by possibly widening said road by no more than 12 inches and filling in the ruts and low spots with sandstone which is intended to be milled from the surface area of the five acre mine site.

If you agree to our proposed actions of improving your road, in the manner herein described, please express such approval in a written letter to the Company. The Company will provide a copy of such approval letter to Mr. Paul Baker, DOGM, which will allow the Company to proceed with its small mine application. It might also be appropriate, within the approval letter, to express your willingness to allow the Company continued use of the road in question or, in fact, to grant the Company a "right of way."

Thanking you in advance for your continued support and assistance.

Sincerely,

A handwritten signature in black ink, appearing to read "Jack Savage". The signature is fluid and cursive, with the first name "Jack" and last name "Savage" clearly distinguishable.

Jack Savage, President  
Oil-Tech, Inc.

Copies:        Paul Baker, DOGM  
                    John Blake, SITLA  
                    Byron Merrell

Enclosures





**School and Institutional Trust Lands Administration  
Contract Serial Register Page For ESMT 680**

3/22/2002

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**Comments:**

**Date**

02/08/2001

n existing Moon Lake Electric 7.2 kV. power line which passes thru Section 15, T9S,R25E. The power line would serve an oil shale project for Oil Tech Inc. The corridor would be approximately 400 feet, (24.24) rods, in length and 30 feet in width.  
Exist

ing Surface and/or Mineral Encumbrances on the Property: GP 22609, ML 45556, ML 48592, ESMT 261, ROW 3397.  
Recommendation of Realty Specialist: Accept

Reason for Recommendation: The economics of issuing this easement are positive for the Trust Lands

Administration.

05/02/2001

D/A - APPROVAL for an overhead 12.5 kV power line. Issued to Moon Lake Electric Association, 188 West 2nd North, P.O. Box 278, Roosevelt, Utah 84066. The \$359.99 easement fee as well as the \$600.00 application fee was recieved. An administrative fee

will be assessed every 3 years beginning January 1, 2004.

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## (TRS) Legal Description Search

Section Snapshot

Contract Snapshot

ROW: 3397 Status: Active contract

Type: RIGHT OF WAY

Deacr: Power line 7.2 KV-Perpetual

Lessee: MOON LAKE ELECTRIC ASSOCIATION

Approved: 08/29/1988

188 WEST 2ND NORTH PO BOX 278

Beginning: 01/01/1988

ROOSEVELT, UT USA 840660278

Expiration: 12/31/5555

Acres: 4.52 Non-TLA: NONE

Primary Term: 555

RP Waiver: 0.0

Production Status: Not defined

Rac Status: Active

Administrator: Higgins, Kurt

Audit Status: Not defined

Last Date: 00/00/0000

Cancelled: 00/00/0000

Reason: Not defined

XRef: 0

Comments

Map

Contract

Video

Photo

Contract Processing Tasks (Task 1 of 25)

Task	Task Description
1	Attach/Detach Land
2	Make Name and Address Changes (Don't use for assignments)
3	Display Current Working Interests
4	Define Interest Levels
5	Make Record Title & Operating Rights Assignments
6	Display Partial Assignments
7	Note Collateral Assignments

Land Included Listing (Record 1 of 3)

TRS	Cnty	Bene	Type	Layer	Nbr	Acres	Legal Description
T9S R25E S10 SL	UINT	SCH	Use	Surf	2	1.00	
T9S R25E S11 SL	UINT	SCH	Use	Surf	4	1.00	S2S2 (Total acreage 4.52, acreage breakdown due to meet the needs of the new computer system, acreage listed is not exact)
T9S R25E S15 SL	UINT	SCH	Use	Surf	3	2.52	N2N2 (Total acreage 4.52, acreage breakdown due to meet the needs of the new computer system, acreage listed is not exact)
Total Surface Acres:						4.52	
Total O/G Acres:						0.00	
Total Coal Acres:						0.00	
Total Other Min Acres:						0.00	

The Lessee's Name

2:18 pm Friday, March 22, 2002

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Trust Lands Administr...

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## (TRS) Legal Description Search

## Section Snapshot

## Contract Snapshot

Type:	EASEMENT	ESMT:	680	Status:	Active contract
Descr:	overhead 12.5 kV power line				
Lessee:	MOON LAKE ELECTRIC ASSOCIATION		Approved:	05/18/2001	
	188 WEST 2ND NORTH PO BOX 278		Beginning:	05/01/2001	
	ROOSEVELT, UT, USA 840660278		Expirations:	12/31/2031	
Acres:	0.26	Non-TLA:	NONE	Primary Term:	30
RP Waiver:	0.0	Production Status:	Not defined		
Rec Status:	Active	Administrator:	Higgins, Kurt		
Audit Status:	Not defined			Last Date:	00/00/0000
Cancelled:	00/00/0000	Reason:	Not defined	XRef:	0

Comments Map Contract Video Photo

## Contract Processing Tasks (Task 1 of 25)

## Task Task Description

- 1 Attach/Detach Land
- 2 Make Name and Address Changes (Don't use for assignments)
- 3 Display Current Working Interests
- 4 Define Interest Levels
- 5 Make Record Title & Operating Rights Assignments
- 6 Display Partial Assignments
- 7 Note Collateral Assignments

## Land Included Listing (Record 1 of 1)

TRS	Cnty	Bene	Type	Layer	Nbr	Acres	Legal Description
T9S R25E S15 SL	UINT	SCH	Use	Surf	5	0.26	NE4NE4

Total Surface Acres: 0.26  
Total O/G Acres: 0.00  
Total Coal Acres: 0.00  
Total Other Min Acres: 0.00

The Lessee's Name

2:15 pm Friday, March 22, 2002

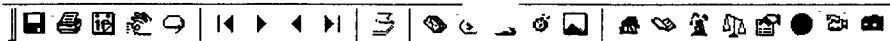
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## (TRS) Legal Description Search

## Section Snapshot

## Contract Snapshot

ML:	48592	Status:	Active contract
Type:	OIL SHALE		
Descr:			
Lessee:	OIL TECH, INC	Approved:	10/18/2000
	5615 NORTH 6300 WEST	Beginning:	11/01/2000
	MORGAN UT, USA 84050	Expiration:	10/31/2010
Acres:	2545.18	Non-TLA:	NONE
		Primary Term:	10
RP Waiver:	0	Production Status:	Primary term
Roc Status:	Active	Administrator:	Blake, John T
Audit Status:	Not defined	Last Date:	00/00/0000
Cancelled:	00/00/0000	Reason:	Not defined
		XRef:	0

Comments Map Contract Video Photo

## Contract Processing Tasks (Task 1 of 22)

## Task Task Description

- 1 Attach/Detach land
- 2 Make Name and Address Changes (Don't use for assignments)
- 3 Display Current Working Interests
- 4 Define Interest Levels
- 5 Make Record Title & Operating Rights Assignments
- 6 Display Partial Assignments
- 7 Note Collateral Assignments

## Land Included Listing (Record 1 of 7)

TRS	Cnty	Bene	Type	Layer	Nbr	Acres	Legal Description
T9S R25E S10 SL	UINT	SCH	Use	OthM	1	480.00	S2N2, S2
T9S R25E S11 SL	UINT	SCH	Use	OthM	1	480.00	S2N2, S2
T9S R25E S12 SL	UINT	SCH	Use	OthM	1	207.02	LOTS 2, 3, 4, SW4NW4, W2SW4
T9S R25E S13 SL	UINT	SCH	Use	OthM	1	138.36	LOTS 1, 2, W2NW4
T9S R25E S14 SL	UINT	SCH	Use	OthM	1	320.00	N2
T9S R25E S15 SL	UINT	SCH	Use	OthM	1	320.00	N2
T9S R25E S16 SL	UINT	SCH	Use	OthM	1	599.80	LOTS 1, 2, 3, 4, 5, 6, 7, NE4, N2NW4, SE4NW4, SW4SW4, NE4SE4 (ALL)

Total Surface Acres: 0.00

The Lessee's Name

2:14 pm Friday, March 22, 2002

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